

TEACHERS' FUND FOR RETIREMENT
PERFORMANCE REPORT FOR OCTOBER 2001

12/5/2001

	Assets as of October 31, 2001			*RATES OF TOTAL RETURN						
	EMV \$(000)	Actual Alloc	Policy Alloc	Month Ended (preliminary) Oct-01		Quarter Ended			2002 FYTD	YR Ended 6/30/2001
					Sep-01	Jun-01	Mar-01	Dec-00		
LARGE CAP EQUITY										
Structured Growth										
Alliance Capital Management	22,765	2.0%	2.3%	5.52%	-20.69%	10.03%	-20.32%	-16.57%	-16.31%	-28.08%
RUSSELL 1000 GROWTH				5.25%	-19.41%	8.42%	-20.90%	-21.35%	-15.18%	-36.18%
Structured Value										
LSV	27,549	2.4%	2.3%	-1.82%	-8.79%	8.10%	-0.19%	7.21%	-10.45%	28.93%
RUSSELL 1000 VALUE				-0.86%	-10.95%	4.88%	-5.86%	3.60%	-11.72%	3.84%
Enhanced S&P Index (1)										
Northern Trust Global Investments	47,207	4.1%	4.5%	1.81%	-14.35%	5.69%	-11.46%	-8.41%	-12.80%	N/A
Strong Capital	47,936	4.1%	4.5%	1.77%	-15.98%	3.71%	-9.66%	-7.84%	-14.49%	N/A
Westridge Capital	54,155	4.7%	4.5%	2.02%	-14.60%	5.60%	-10.86%	-7.16%	-12.87%	N/A
Total Enhanced S&P Index	149,298	12.9%	13.5%	1.88%	-14.96%	5.02%	-11.43%	-7.79%	-13.36%	N/A
S&P 500				1.91%	-14.68%	5.85%	-11.86%	-7.82%	-13.05%	N/A
Enhanced Russell 1000 Index (1)										
Wilshire	47,858	4.1%	4.5%	1.65%	-15.41%	6.52%	-12.21%	-7.99%	-14.01%	N/A
RUSSELL 1000				2.08%	-15.23%	6.31%	-12.57%	-9.15%	-13.47%	N/A
S&P 500 Index										
State Street - S&P 500 Index	81,707	7.0%	7.5%	1.91%	-14.68%	5.85%	-11.86%	-7.79%	-13.05%	-14.75%
S&P 500				1.91%	-14.68%	5.85%	-11.86%	-7.82%	-13.05%	-14.83%
TOTAL LARGE CAP EQUITY	329,176	28.4%	30.0%	1.77%	-14.80%	6.06%	-11.10%	-7.37%	-13.29%	-11.52%
S&P 500				1.91%	-14.68%	5.85%	-11.86%	-7.82%	-13.05%	-14.83%
SMALL CAP EQUITY (2)										
SEI	122,253	10.5%	10.0%	4.60%	-20.04%	N/A	N/A	N/A	-16.36%	N/A
RUSSELL 2000 + 200 bp				6.02%	-20.29%	14.79%	N/A	N/A	-15.49%	N/A
TOTAL SMALL CAP EQUITY	122,253	10.5%	10.0%	4.60%	-20.02%	-5.80%	-6.44%	-8.28%	-16.34%	1.69%
RUSSELL 2000				5.85%	-20.79%	14.29%	-6.51%	-6.91%	-16.15%	0.57%
INTERNATIONAL EQUITY										
Intl Core										
State Street	112,333	9.7%	10.0%	2.59%	-15.06%	0.60%	-10.23%	-3.17%	-12.86%	-17.93%
MSCI 50% HEDGED EAFE INDEX				3.19%	-16.41%	0.15%	-10.44%	-3.47%	-13.74%	-17.95%
Intl Active										
Capital Guardian	110,261	9.5%	10.0%	4.98%	-17.26%	0.85%	-9.61%	-6.11%	-13.14%	-20.14%
MSCI 50% HEDGED EAFE INDEX				3.19%	-16.41%	0.15%	-10.44%	-3.47%	-13.74%	-17.95%
TOTAL INTERNATIONAL EQUITY	222,594	19.2%	20.0%	3.77%	-16.14%	0.72%	-9.66%	-4.64%	-12.98%	-18.81%
MSCI 50% HEDGED EAFE INDEX				3.19%	-16.41%	0.15%	-10.44%	-3.47%	-13.74%	-17.95%
EMERGING MARKETS										
Value - Active - Commingled										
Capital Guardian	49,441	4.3%	5.0%	7.27%	-24.96%	6.98%	-7.44%	-16.15%	-19.50%	-29.31%
MSCI EMERGING MKTS FREE INDEX				6.21%	-21.60%	3.90%	-5.46%	-13.32%	-16.73%	-25.93%
DOMESTIC FIXED INCOME										
Core Bond										
Western Asset	15,172	1.3%	1.1%	2.73%	4.75%	1.37%	3.64%	4.08%	7.61%	13.40%
LB AGGREGATE				2.09%	4.61%	0.56%	3.03%	4.21%	6.80%	11.22%
Active Duration										
Criterion	14,659	1.3%	1.1%	2.12%	3.28%	0.67%	2.67%	5.23%	5.47%	12.34%
LB AGGREGATE				2.09%	4.61%	0.56%	3.03%	4.21%	6.80%	11.22%
Index										
Bank of North Dakota	18,085	1.6%		2.57%	5.01%	0.04%	3.29%	4.60%	7.71%	11.04%
BND (Match Loan Program)	10,669	0.9%		0.49%	1.43%	1.45%	1.43%	1.44%	1.93%	5.89%
Total Bank of North Dakota	28,753	2.5%	1.8%	2.10%	4.19%	0.37%	2.83%	3.86%	6.38%	9.79%
LB GOV/CORP				2.54%	4.76%	0.30%	3.20%	4.37%	7.42%	11.13%

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Core										
Strong Capital	17,260	1.5%	1.1%	2.12%	4.04%	1.17%	4.74%	3.42%	6.25%	13.45%
LB BAA BOND INDEX				2.50%	3.59%	0.79%	0.59%	1.53%	6.18%	6.00%
Convertibles										
TCW	13,751	1.2%	1.1%	3.16%	-16.04%	4.87%	-9.69%	-13.21%	-13.39%	-13.58%
1ST BOSTON CONVERTIBLE INDEX				2.49%	-11.01%	4.12%	-6.24%	-12.31%	-8.79%	-11.87%
Timberland										
Wachovia	4,014	0.3%	0.7%	N/A	N/A	N/A	N/A	N/A	N/A	N/A
TOTAL DOM FIXED INCOME	93,609	8.1%	7.0%	2.39%	0.42%	1.55%	1.02%	0.61%	2.82%	6.87%
LB AGGREGATE				2.09%	4.61%	0.56%	3.03%	4.21%	6.80%	11.22%
HIGH YIELD BONDS										
Western Asset	85,207	7.3%	7.0%	2.30%	-4.41%	-1.75%	3.88%	-5.57%	-2.21%	-4.46%
LB HIGH YIELD BOND INDEX				2.47%	-4.23%	-2.29%	6.36%	-5.24%	-1.87%	-0.96%
INTERNATIONAL FIXED INCOME										
Intl Core										
Brinson	70,936	6.1%	5.0%	0.62%	7.80%	-2.51%	-5.37%	5.73%	8.47%	-7.58%
SALOMON NON-US GOV'T BOND				0.16%	7.75%	-1.97%	-4.90%	4.00%	7.92%	-7.43%
REAL ESTATE (3)										
JMB	943	0.1%		0.71%	2.13%	1.19%	0.18%	-1.38%	2.85%	1.92%
TCW	5	0.0%		-1.57%	-4.64%	-8.63%	8.33%	24.23%	-6.14%	25.25%
INVESCO	69,615	6.0%		3.51%	10.90%	2.09%	8.35%	1.22%	14.79%	13.52%
J.P. Morgan	43,815	3.8%		0.49%	1.47%	2.41%	1.91%	3.24%	1.96%	10.27%
TOTAL REAL ESTATE	114,377	9.9%	9.0%	2.20%	6.76%	2.22%	5.20%	2.17%	9.11%	11.92%
NCREIF PROPERTY INDEX				0.58%	1.75%	2.26%	2.28%	3.23%	2.34%	11.15%
PRIVATE EQUITY (3)										
Brinson IVCF III	1,097	0.1%		-5.15%	-14.67%	-27.35%	10.88%	9.87%	-19.07%	-17.89%
Coral Partners V	15,587	1.3%		-12.97%	-34.09%	-1.35%	-1.54%	23.35%	-42.64%	19.29%
Coral Partners Supplemental V	614	0.1%		N/A	N/A	N/A	N/A	N/A	N/A	N/A
Brinson 1998 Partnership Fund	3,171	0.3%		-1.18%	-3.49%	-11.40%	-7.87%	7.46%	-4.63%	-3.63%
Brinson 1999 Partnership Fund	4,061	0.4%		-0.44%	-1.32%	-7.40%	-5.26%	4.53%	-1.76%	-4.36%
Brinson 2000 Partnership Fund	5,020	0.4%		-0.17%	-0.50%	-2.89%	-1.42%	6.03%	-0.67%	2.74%
Brinson 2001 Partnership Fund	666	0.1%		-0.04%	-0.12%	1.13%	0.02%	N/A	-0.16%	N/A
Brinson 1999 Non-US Partnership Fund	1,300	0.1%		-0.66%	-1.98%	-3.16%	2.55%	-2.64%	-2.63%	2.24%
Brinson 2000 Non-US Partnership Fund	856	0.1%		-0.66%	-1.98%	-3.50%	-0.37%	-2.36%	-2.63%	-7.03%
Brinson 2001 Non-US Partnership Fund	413	0.0%		0.22%	0.66%	0.66%	N/A	N/A	0.88%	N/A
Brinson BVCF IV	7,852	0.7%		-3.89%	-11.21%	-3.31%	-3.49%	-5.23%	-14.66%	-11.46%
Hearthstone	3,587	0.3%		0.97%	2.94%	8.16%	0.00%	0.01%	3.94%	8.17%
TOTAL PRIVATE EQUITY	44,224	3.8%	5.0%	-5.64%	-15.99%	-4.17%	-1.37%	11.69%	-20.72%	5.92%
POST VENTURE CAPITAL INDEX				-13.66%	-35.63%	23.87%	-31.48%	-38.61%	-44.42%	-48.23%
CASH EQUIVALENTS										
TNT Short Term Extendable Portfolio	28,431	2.5%	2.0%	0.16%	1.03%	1.34%	1.27%	1.70%	1.19%	5.91%
90 DAY T-BILLS				0.26%	1.08%	1.12%	1.51%	1.63%	1.34%	5.90%
TOTAL FUND	1,160,250	100.0%	100.0%	2.38%	-10.52%	3.92%	-5.72%	-4.37%	-8.39%	-7.31%
POLICY TARGET BENCHMARK				1.81%	-12.03%	4.61%	-7.50%	-5.88%	-10.44%	-10.37%
TOTAL VALUE ADDED DUE TO										
Asset Mix				0.05%	2.29%	0.02%	0.50%	0.38%	2.35%	1.30%
Active Management				0.51%	-0.56%	-0.68%	1.41%	1.22%	-0.06%	2.08%
Total Value Added				0.56%	1.73%	-0.66%	1.91%	1.60%	2.29%	3.38%

(1) Funded between July 25 and August 1, 2000.

(2) Brinson and Nicholas-Applegate were terminated and SEI hired May 18, 2001 with a transition of assets occurring during the month of June.

(3) Monthly returns estimated based on quarters' returns.

***NOTE:**

Monthly returns and market values are preliminary and subject to change.
Returns are net of investment management fees.